

CSFs – NVR & ADR Cooperative Sugars Limited, Jampani, Guntur District – Financial Assistance – Release of an additional amount of Rs.5,08,00,000/- as loan towards cane development and to meet other statutory payment to NVR & ADR Cooperative Sugar Factory – Sanction accorded – Orders – Issued.

INDUSTRIES AND COMMERCE (SUGAR) DEPARTMENT

Dated:07-02-2011.

Read the following:-

1. From the Chairman, The NVR & ADR CS Limited, Jampani, Guntur District, Rep. Dt.13.09-2010.
- 2) Govt. Memo. No.15544/Sug/A2/10-1, Dt:20-10-2010.
- 3) From the Commissioner of Sugar & CC, Hyderabad, Lr.Rc.No.4016/2010/D1, Dt.23.11.2010.
- 4) G.O.Rt.No.256, Finance (Exp. Ind. & Com) Department, Dt.28-01-2011.

The Commissioner of Sugar & Cane Commissioner, Hyderabad, in his letter 3rd read above, has stated that the Chairman & Managing Director of NVR & ADR CSF in their joint representation, while explaining the circumstances, requested the Hon'ble Chief Minister of Andhra Pradesh to sanction financial assistance of Rs.5.08 crores towards cane development and to meet other statutory payment to enable the CSF to take up the crushing operations. The details of financial assistance to take up crushing operations / reopening of the NVR CSF as shown below:

(Rs. in Lakhs)

i)	Subsidy to the cane growers towards cane development for 3,000 acres @ Rs.6,000/- per acre	180.00
ii)	crop loan towards fertilizer & crop management for 3,000 acre@ 4 bags urea & 2 bags potassium at Rs.1,500/- (3,000 X 11500)	45.00
iii)	Repairs & Maintenance& overhauling Works	100.00
iv)	Statutory payment (i.e., Employees arrears, material supplies, Panchayat Tax, CDC payment & other Insurance premium payments	183.00
	Total Rs.	508.00

2. The Commissioner of Sugar & Cane Commissioner has further informed that recently Govt. have sanctioned & released financial assistance of Rs.2.41 crores as loan to provide salaries to the employees of NVR CSF from July, 2010 to December, 2010 vide G.O.Rt. No.376, Ind & Com (Sugar) Dept., Dt:14-06-2010.

3. The Commissioner of Sugar & Cane Commissioner has also stated that as per the rated capacity of NVR CSF an area of about 5000 acres is required for optimum crushing of 1.60 Lakhs MTs of cane. The CSF is not working for the 3 consecutive seasons from 2008-2009. The Proposal put

(P.T.O)

forth by the Management of the NVR & ADR CSF for Rs.180.00 Lakhs (supply of seed cane for 3000 acres) and for Rs.45.00 Lakhs (supply of fertilizers and crop management @ Rs.1500/- on 3000 acres), totaling to Rs.225.00 Lakhs is reasonable for taking up cane developmental activities during 2010-2011 planting seasons (for 2011-2012 crushing season). From this 3000 acres about 1.00 Lakhs MTs cane would be available to the Coop. Sugar Factory for 2011-2012 crushing season.

4. The Commissioner of Sugar & Cane Commissioner has requested to take an appropriate action for providing Rs.5.08 Lakhs as grant from Government or loan from APCOB for cane development, Repairs & Maintenance Works and clearance of statutory dues as requested by the Managing Director & Chairman of NVR & ADR Coop. Sugars Limited Jampani, Guntur District.

5. Government after careful examination of the entire issue, hereby accord sanction for an amount of Rs.5,08,00,000/- (Rupees Five Crores and Eight Lakhs only) towards cane development and to meet other statutory payment to NVR & ADR Co-operative Sugar Factory in relaxation of Treasury Control orders by obtaining supplementary grants during the year 2010-11.

6. The expenditure shall be debited to the Head of Accounts, as indicated below:

“6860 – Loans for consumer Industries – 04 – Sugars – 101 – Loans to Coop Sugar Mills – GH.11-N.S.P.- SH (08)- Loans to Cooperative Sugar Factories - 001- Loans to Cooperative Sugar Factories”.

7. The Commissioner of Sugar and Cane Commissioner shall take necessary action to draw and disburse the amount.

8. This order issues with the concurrence of Finance (Expr.I&C) Department, vide their U.O.No.34973/489/X, Dt.28.1.2011 and as per Budget Release Order issued in the reference 4th read above.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

B. SAM BOB
PRINCIPAL SECRETARY TO GOVERNMENT &
COMMISSIONER FOR INDUSTRIAL PROMOTION

To
The Commissioner of Sugar & Cane Commissioner, A.P., Hyderabad.

Copy to:

The Managing Director (FAC), NVR CSF, Jampani, Guntur District.

The Public Enterprises Department.

The Finance (Exp. I&C) Department.

The Finance (B.G.) Department.

The Accountant General, A.P. Hyderabad.

The Director of Treasuries & Accounts, Hyderabad.

The Pay & Accounts Officer, Hyderabad.

//FORWARDED BY ORDER//

SECTION OFFICER